

Norphlet Chemical Inc.
Board Meeting
April 20, 2006

Members Present:

John Garrison
Jeff Garrison
David Henry
W. L. Cook
Scott Reed
Fred Bates
Jim Crotty

John Garrison welcomed the board and expressed his appreciation for their participation. He said that after operations began there would be a compensation package put together for the non-employee members of the board.

David Henry presented the financials to the board. After a short discussion, John Garrison presented the current need for additional funding due to the railroad yard cost. He explained that there had been a commitment from one part of ADED that the railroad costs would be included in a grant. This is why the railroad cost was not included in the request sent to David Nevala of ADED. W.L. Cook made a motion to allow the company to find additional financing to complete the project with Scott Reed seconding. The motion carried.

John Garrison presented the current status of the construction of the plant. He said that the chemist have recommended a change in the two main columns of the plant. They want to insert reactors into each column. This would have the following benefits to the company:

1. Better control of the process
2. Faster production process
3. Lower utility costs
4. Process would be totally clear of any patent infringements

The change in the plant process will cause a delay in the start up of the plant until July. John expects that we will be in operation in late July.

John then informed the board that the company had been approached about building an Ethanol plant on the property. He said that there was Federal money available to assist in the construction. He also said that the company's engineer last project was building California's first ethanol project. Management has met with the representatives of Arkansas's two U.S. Senators, our U.S Representative and Union County officials about the project. They are interested in helping because our location with a local feed mill and

oil refinery. There was a lengthy discussion on the ownership structure of the new plant. Jim Crotty made a motion to approve the company pursue possibilities of building an ethanol plant on the company's property with Scott Reed seconding. The motion carried.

With no other business, the meeting was adjourned.

Respectfully submitted

David W. Henry
Secretary of the Board